

**Gujarat University**  
**K. S. School of Business Management and Information Technology**  
**[Five Years' (Full – Time) M.B.A. Integrated Degree Course]**  
**Second Year M.B.A. (Sem - IV)**  
**Code: KS-MBA-DSC-C-242**  
**Advanced Corporate Accounting**

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**Course Credit: 4**

**Instructions:** In today's competitive world, corporate accounting has assumed critical importance. It is intended to provide information that is vital in making business decisions. This course is a Discipline Specific Core Course. Approximately 55 to 60 hours direct teaching in the semester will be required. At least two assignments in the semester would be given to the students.

**Objective:** The objective of this course is to make the students understand some special issues of company accounts such as alteration of share capital, capital reduction and liquidation of companies. Moreover, studying the accounting aspects of business purchase and amalgamation of companies is also taken into consideration.

**Program Outcomes:** The learnings, at the Second Year of the MBA programme, focus more on practical orientation of the various subjects. For business to grow and flourish, competitive edge is the need of the hour. The application based study of the concepts, introduced in various subject areas, prepares students to face any kind of market competition and make them able to deliver best in any circumstances.

**Course Outcomes:**

- Learning accounting for alteration of share capital and capital reduction
- Understanding meaning of liquidation of companies and preparation of liquidator account
- Knowing meaning and accounting of business purchase and amalgamation of companies

**Detailed Syllabus:**

**Module 1:**

**[25%]**

Alteration of share capital

- Consolidation and sub-division of shares
- Issues Bonus shares, Issue of Right Shares
- Provisions related to Redemption of Redeemable Preference share
- Entries for redemption, Balance-sheet after alteration.

Capital Reduction

- Meaning, objectives, and procedure of capital reduction
- Entries in the books of Company for Reduction of Owner's Capital

- Preparation of Capital Reduction Account, Balance sheet after Capital Reduction

**Module 2:** [25%]

Liquidation of Companies

- Types of Liquidation
- Provisions of Companies Act relating to Liquidation
- Appointment of Liquidator
- Preparation of Liquidator Account
- Concept of Capital Deficiency

**Module 3:** [25%]

Business Purchase

- Entries in the books of Vendor
- Entries in the books of Purchasing Company
- Vendor's Suspense account and preparation of Balance sheet

**Module 4:** [25%]

Amalgamation

- Motive for amalgamation
- Amalgamation in nature of merger and purchase
- Methods of accounting for amalgamation
- Entries in the books of transferor and transferee company, Balance-sheet after amalgamation

**Reference Books:**

- Fundamentals of Advance Accounting Vol.– II by RSN Pillai, Bagavathi, S. Uma (S. Chand)
- Corporate Accounting by S.N. Maheshwari and S.K. Maheshwari (Vikas)
- Advanced Accounting Vol.– II by S.P. Jain and K. L. Narang (Kalyani Publisher)
- Advance Accountancy Vol. – II by M. C. Shukla, T. S. Grewal, and S. C. Gupta (S. Chand)
- Corporate Accounting by A. Mukherjee and M. Hanif (TMH)
- Company Accounts by R.L. Gupta and Radha swamy (Sultan Chand)

**Mode of Evaluation:**

Continuous Evaluation 30%

Mid Semester Exam 20%

End Semester Exam 50%

**Assessment Tools:** Test, Quiz, Assignment, Presentation, Project etc.